

28 September 2011

Company Announcements Office
ASX Limited

Via ASX Online

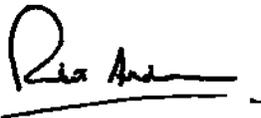
Dear Sirs

CORRECTION OF ANNOUNCEMENT OF RECEIPT OF PROCEEDS FROM PRIVATE PLACEMENT

Please find attached a revised announcement of the Receipt of Proceeds from Private Placement which should replace the version lodged with ASX earlier today.

The initial version contained the incorrect number of shares and warrants / unlisted options.

Yours faithfully



RA Anderson
Company Secretary

28 September 2011

LACHLAN STAR ANNOUNCES RECEIPT OF PROCEEDS FROM PRIVATE PLACEMENT

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RELEASE, PUBLICATION, DISTRIBUTION OR DISSEMINATION DIRECTLY, OR INDIRECTLY, IN WHOLE OR
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West Perth, Australia – September 28 2011 – Gold miner Lachlan Star Limited (“**Lachlan Star**” or the “**Company**”) (ASX:LSA) is pleased to announce that it has received the net proceeds of the previously announced private placement of Special Warrants following shareholder approval of the issuance of the underlying shares and options that will result from exercise of the Special Warrants.

The Company is well funded following the private placement and continues to ramp up production and exploration activities at its 100% owned CMD Gold Mine in Chile.

The Company’s current capital structure is as follows:

	28 September 2011	Post Canadian Prospectus	If no Canadian Prospectus by 27 December 2011
Shares	56,967,517	76,471,517	78,311,517
Warrants and unlisted options	4,847,099 at an average strike price of \$1.23	14,599,099 at an average strike price of \$1.21	15,519,099 at an average strike price of \$1.21
Special Warrants	18,400,000	Nil	Nil
Agent Special Warrants	1,104,000	Nil	Nil

For and on behalf of the Board



Mick McMullen
Chairman

For further information please visit www.lachlanstar.com.au or contact

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Chairman

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About Lachlan Star Limited

Lachlan Star Limited is an emerging minerals exploration and development company headquartered in Perth, Western Australia. The Company is focused on acquiring and developing assets within the gold and copper sectors within Australia and Chile. The company has a board of directors and management team with an impressive track record of advancing resource projects through to production.

Lachlan Star's current projects include a 100% interest in the CMD Gold Mine in Chile, the Bushranger copper and gold project in New South Wales and the Princhester magnesite deposit in Queensland.